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BEFORE THE ARIZONA CORPORATION COMMISSION

Arizona Corporation Commission

COMMISSIONERS

DOCKETED

MIKE GLEASON, Chairman
WILLIAM A. MUNDELL

OCT 16 2007

JEFF HATCH-MILLER
KRISTIN K. MAYES
GARY PIERCE

DOCKETED BY

nr

In the matter of)

) DOCKET NO. S-20484A-06-0669

) AGRA-TECHNOLOGIES, INC. (a/k/a
) ATI), a Nevada corporation,
) 5800 North Dodge Avenue, Bldg. A
) Flagstaff, Arizona 86004-2963;

) DECISION NO. 69942

) WILLIAM JAY PIERSON (a/k/a BILL
) PIERSON), and SANDRA LEE PIERSON
) (a/k/a SANDY PIERSON), husband and
) wife,
) 6710 Lynx Lane
) Flagstaff, Arizona 86004-1404;) ORDER TO CEASE AND DESIST;
) ORDER OF RESTITUTION;
) ORDER FOR ADMINISTRATIVE
) PENALTIES;
) ORDER OF OTHER AFFIRMATIVE
) ACTION; AND CONSENT TO SAME BY:) RICHARD ALLEN CAMPBELL (a/k/a
) DICK CAMPBELL), and SONDRRA JANE
) CAMPBELL, husband and wife,
) 8686 West Morten Avenue
) Glendale, Arizona 85305-3940;) AGRA TECHNOLOGIES, INC., a Nevada
) corporation;) WILLIAM H. BAKER, JR. (a/k/a BILL
) BAKER), and PATRICIA M. BAKER,
) husband and wife
) 3027 N. Alta Vista
) Flagstaff, Arizona 86004;) WILLIAM J. PIERSON and SANDRA LEE
) PIERSON, husband and wife;

) and

) WILLIAM H. BAKER, JR. and PATRICIA M.
) BAKER, husband and wife) JERRY JOHNSTON HODGES,
) 1858 Gunlock Court
) Saint George, Utah 84790-6705; and) LAWRENCE KEVIN PAILLE (a/k/a
) LARRY PAILLE),
) 220 Pinon Woods Drive
) Sedona, Arizona 86351-6902,

) Respondents.

Respondents AGRA TECHNOLOGIES, INC. (a/k/a ATI), a Nevada corporation,

WILLIAM JAY PIERSON (a/k/a BILL PIERSON) and SANDRA LEE PIERSON (a/k/a SANDY

PIERSON), husband and wife, and WILLIAM H. BAKER, JR. (a/k/a BILL BAKER) and PATRICIA M. BAKER, husband and wife, elect to permanently waive any right to a hearing and appeal under Articles 11 and 12 of the Securities Act of Arizona, A.R.S. § 44-1801 *et seq.*

("Securities Act") with respect to this Order To Cease And Desist ("Order"). Respondents AGRA TECHNOLOGIES, INC. (a/k/a ATI), a Nevada corporation, WILLIAM JAY PIERSON (a/k/a BILL PIERSON) and SANDRA LEE PIERSON (a/k/a SANDY PIERSON), husband and wife, and WILLIAM H. BAKER, JR. (a/k/a BILL BAKER) and PATRICIA M. BAKER, husband and wife, admit the jurisdiction of the Arizona Corporation Commission ("Commission"); neither admit nor deny the Findings of Fact and Conclusions of Law contained in this Order; and consent to the entry of this Order by the Commission.

I.

FINDINGS OF FACT

1. Respondent AGRA-TECHNOLOGIES, INC. (a/k/a ATI) (hereafter, "AGRA") is a Nevada corporation that registered to do business as a foreign corporation in Arizona on May 21, 1999. AGRA's principal place of business is located in Flagstaff, Arizona.

2. WILLIAM JAY PIERSON (a/k/a BILL PIERSON) ("PIERSON") is an individual residing in Flagstaff, Arizona. From May 1, 1998 to the present, PIERSON has conducted business as AGRA's co-founder, President, Chief Executive Officer, Director and shareholder.

3. SANDRA LEE PIERSON (a/k/a SANDY PIERSON) ("SANDRA LEE PIERSON") was at relevant times the spouse of PIERSON. SANDRA LEE PIERSON is joined in this action under A.R.S. §44-2031(C) solely for purposes of determining the liability of the marital community. At all relevant times, PIERSON and SANDRA LEE PIERSON were acting for their own benefit, and for the benefit or in furtherance of the marital community.

4. WILLIAM H. BAKER, JR. (a/k/a BILL BAKER) ("BAKER") is an individual residing in Flagstaff, Arizona. From at least July 2003 to the present, BAKER has conducted business as AGRA's Secretary, Treasurer, Chief Financial Officer, accountant and shareholder.

1 5. PATRICIA M. BAKER was at relevant times the spouse of BAKER. PATRICIA M.
2 BAKER is joined in this action under A.R.S. §44-2031(C) solely for purposes of determining the
3 liability of the marital community. At all relevant times, BAKER and PATRICIA M. BAKER were
4 acting for their own benefit, and for the benefit or in furtherance of the marital community.

5 6. AGRA, PIERSON and BAKER may be referred to individually or, collectively, as
6 "RESPONDENTS" as the context requires.

7 7. SANDRA LEE PIERSON and PATRICIA M. BAKER are collectively referred to as
8 "RESPONDENT SPOUSES" as the context requires.

9 8. From July 23, 2003 through June 15, 2006, RESPONDENTS' represented to
10 offerees and investors that AGRA's business operations were primarily originally based on
11 agricultural mineral development, and later based on precious metal recovery and production.
12 RESPONDENTS represented that AGRA owned 5 million of tons of Sheep Hill volcanic cinders
13 near Flagstaff, Arizona. RESPONDENTS represented that AGRA's precious metal processing
14 facility was located in Flagstaff, Arizona (the "AGRA Plant").

15 9. Beginning in or about July 2003 through at least May of 2005, RESPONDENTS
16 represented to offerees and investors that AGRA had acquired a non-traditional, "special"
17 nanotechnology called the Galleon process that enabled them to extract extremely rare and valuable
18 platinum group metals from the Sheep Hill volcanic cinders.

19 10. According to RESPONDENTS, the Galleon process involved the use of
20 hydrochloric acid, and "in-quart" platinum whereby AGRA placed rented or purchased platinum
21 into a batch of Galleon processed volcanic cinders in an attempt to extract any platinum that may
22 naturally occur in the cinders. By way of limited example, RESPONDENTS represented to
23 offerees and investors from on or about July 2003 to the summer of 2006 that:

24 The company [AGRA] has studied several processes purported to be capable of
25 recovering the precious metals identified in its [volcanic cinder] resources, but only
26 in this past year as the process developed with Galleon Technology and
Development Corp. **proven to be both economically feasible** and agriculturally
compatible...Agra Tech is acquiring the technology preliminarily proven capable of

efficiently extracting the platinum group metals present and identified in its complex mineral reserves. **The company will** work with Galleon to finitely develop the environmentally friendly recovery processes, and **implement a commercially viable process** for the mineral resources. (Emphasis added)

11. Since at least July 2003 until the summer of 2006, RESPONDENTS represented to offerees and investors that the volcanic cinders contained rare and valuable precious metals such as platinum, gold, silver, and other platinum group metals in marketable quantities sufficient to justify their extraction using their purported precious metal recovery technologies and expertise on a: (a) commercially viable; (b) commercially feasible; (c) economically viable; (d) economically feasible; and (e) cost effective basis (collectively "cost effective basis").

12. From at least July 2003 until the summer of 2006, RESPONDENTS represented to offerees and investors through the dissemination of AGRA's solicitation materials that investors would realize a productive benefit from AGRA's precious metal generation in the early years. In these investor solicitation materials, AGRA represented that it expected to be capable of producing approximately 116,800 ounces of platinum at the AGRA Plant during its first year of operation and, based on production estimates, they expected to generate in excess of \$58,000,000 in revenue during its first year of operation.

13. The unregistered securities discussed below were purchased by investors based on RESPONDENTS' representations that they could obtain precious metals from the Sheep Hill volcanic cinders on a cost effective basis.

A. THE UNREGISTERED ORE RIGHTS & MINING AGREEMENT SECURITIES.

14. From at least July 2003 until the summer of 2006, RESPONDENTS offered and sold unregistered securities in the form of investment contracts called Ore Rights & Mining Agreements ("Units") within and from Arizona.

15. Under the Unit solicitation materials, an AGRA investor could invest \$10,000 to purchase a single Unit. According to RESPONDENTS, each Unit represented the right to the purported precious metal contained in "50 tons of platinum bearing ore for processing."

1 16. RESPONDENTS represented that by using their precious metal recovery
2 technologies and expertise, RESPONDENTS extracted and/or were able to extract approximately 1
3 to 13 ounces of platinum from each ton of Sheep Hill volcanic cinders.

4 17. RESPONDENTS' most often projected that recovery was 5 ounces of platinum per
5 ton of volcanic cinders, or 250 ounces of platinum per Unit.

6 18. AGRA failed to adequately warn that an investor might not earn any of the
7 projected profits.

8 19. AGRA failed to adequately disclose the risks associated with the Unit investments
9 including, but not limited to, the fact that a potential Unit investor could lose all or a vast portion of
10 their principal Unit investment amount. To the contrary, in October 2005, RESPONDENTS
11 represented to offerees and investors that any risks associated with purchasing the Units were,
12 "virtually zero," and had been "virtually eliminated."

13 20. RESPONDENTS failed to disclose to their offerees and investors that
14 approximately 25% of each purchased Unit was paid to AGRA's securities salespersons as
15 commissions.

16 21. RESPONDENTS paid sales commissions to their general agents and securities
17 salesman for the sale of the Unit investments approximately totaling: (a) \$879,956 in 2003; (b)
18 \$1,045,266 in 2004; (c) \$623,750 in 2005; and (d) \$110,000 in 2006.

19 22. To date, RESPONDENTS have failed to provide any returns to the Unit investors.

20 23. RESPONDENTS sold over 1,000 Units for approximately \$10,580,000 to
21 approximately 200 different, widely disbursed investors residing in approximately 20 different
22 states, including Arizona, and abroad.

23 24. From at least July 2003 until the summer of 2006, the Unit investors' money
24 represented AGRA's primary source of cash receipts or operating capital.

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1 **B. THE BRIDGE LOAN WITH EQUITY STOCK SECURITIES.**

2
3 25. In the fall of 2005, RESPONDENTS were aware that their precious metal recovery
4 business was experiencing financial difficulties due, in part, to:

5 A. RESPONDENTS' failure to extract any precious metals from the Sheep Hill
6 volcanic cinders on a cost effective basis using any processes or technologies;

7 B. RESPONDENTS' failure to pay investors any returns on their investments,
8 including any principal, projected profits, stock dividends or any amount of precious
9 metals, and the investors' resulting reluctance to invest additional money in the
10 unregistered AGRA securities set forth herein;

11 C. The fact that RESPONDENTS' paid approximately \$2,658,972 in commissions to
12 its salesmen, which sum represented 25% of the funds raised from the sale of
13 securities.

14 26. Beginning from at least the fall of 2005, PIERSON and BAKER frequently
15 described AGRA's financial problems with other AGRA officers, directors and employees in
16 explicit detail.

17 27. In an effort to raise additional capital, RESPONDENTS caused to be offered and
18 sold unsecured "bridge loan" investments within and from Arizona from at least the fall of 2005 to
19 the summer of 2006 (the "Bridge Loan Investments").

20 28. The terms and conditions of the Bridge Loan Investments varied. In one instance, an
21 investor invested \$10,000 in a 90 day Bridge Loan Investment for 20,000 shares of AGRA stock
22 with no interest, effectively paid only \$.02 for each share of AGRA stock.

23 29. AGRA's Bridge Loan Investment solicitation materials fail to adequately disclose to
24 offerees and investors that RESPONDENTS have not, to date, paid any dividends or other returns
25 to AGRA stock investors.
26

1 30. AGRA's Bridge Loan investment solicitation materials failed to adequately disclose
2 to offerees and investors risks associated with the Bridge Loan Investments including, but not
3 limited to, the fact that a potential Bridge Loan investor could lose a vast portion of their principal
4 Bridge Loan Investment and/or not make any profits, especially if they chose the equity stock
5 option.

6 31. RESPONDENTS offered and sold in excess of Two Hundred Thousand Dollars of
7 the Bridge Loan Investments to investors. AGRA repaid \$30,000 to investors.

8 **C. THE UNREGISTERED PLATINUM RENTAL AGREEMENT SECURITIES.**

9 32. From February 2005 through January 2006, RESPONDENTS offered and sold
10 unregistered securities in the form of "Platinum Rental Agreement" investment contracts within
11 and from Arizona.

12 33. A Platinum Rental Agreement investor could invest any substantial principal
13 amount.

14 34. The Platinum Rental Agreement investment did not have a termination date, and
15 could be concluded by AGRA or the investor.

16 35. Under the terms of these investments, RESPONDENTS promised: (a) to pay the
17 investors approximately 1.6667% interest, compounded monthly on their principal investment
18 amount, or approximately 21.939% per year; (b) return, at a minimum, the original principal
19 investment amount on the termination of the investment; and/or (c) repay the investor the fair
20 market value of all the rented platinum as of the date of the termination of the investment in the
21 event the fair market value of the platinum had increased since the original investment date.

22 36. AGRA's Platinum Rental Agreement solicitation materials fail to adequately
23 disclose to offerees and investors the risks associated with the Platinum Rental Agreement
24 investments including, but not limited to, the fact that a potential Platinum Rental Agreement
25 investor could lose a large percentage of their principal investment amount and/or not make any of
26 the promised profits.

1 37. RESPONDENTS have raised \$354,000 from the sale of the Platinum Rental
2 Agreement investments to two known Arizona investors.

3 38. RESPONDENTS have not repaid all the promised profits or principal to their
4 Platinum Rental Agreement investors. AGRA repaid \$76,468 to investors.

5 **D. RESPONDENTS' REPRESENTATIONS AND OMISSIONS REGARDING AGRA'S**
6 **ABILITY TO EXTRACT MARKETABLE QUANTITIES OF PRECIOUS METALS**
7 **FROM THE VOLCANIC CINDERS ON A COST EFFECTIVE BASIS.**

8 39. During AGRA Plant tours, PIERSON showed offerees and investors: (a) assay results
9 that reflect the purported fact that the volcanic cinders contain platinum that can be extracted from the
10 volcanic cinders on a cost effective basis; and (b) filters that were represented to have been used as
11 part of the precious metals recovery process and that such filters contained precious metal extracted
12 from the volcanic cinders.

13 40. Unbeknownst to offerees and investors, the platinum bars displayed in the Unit
14 solicitation materials were not created from platinum extracted by AGRA from the Sheep Hill
15 volcanic cinders.

16 41. Various December 2005 e-mails from a key AGRA offer and director to PIERSON
17 and BAKER contain the following admissions: (a) that AGRA had, "not produced one single
18 ounce of anything;" (b) with respect to their attempts to obtain investor money to alleviate
19 AGRA's poor financial condition that, "[s]omeone coming in with \$2.5 [million] is going to look
20 at the bottom line. That we have no revenue, no precious metal extracted, and a technology that
21 may work...it makes no sense... [to invest in] a company with no proven technology, no revenue
22 and very little assets...;" and (c) "if anyone with any brains looked at our company...the stock
23 price would be around twenty five cents. You can't even get the Auditors to agree on what the
24 company is valued at."

25 42. Despite RESPONDENTS' representations to the contrary, the Galleon process not
26 only proved ineffective at extracting any precious metals from the Sheep Hill volcanic cinders, but

1 AGRA was actually unable to retrieve all of the in-quarted platinum during their purported
2 precious metal recovery process, resulting in a net loss of the platinum.

3 43. By the summer of 2005, RESPONDENTS abandoned the Galleon process.

4 Thereafter, RESPONDENTS represented to offerees and investors that they developed or acquired
5 other precious metal recovery technologies that enabled them to extract precious metals from the
6 volcanic cinders which included, without limitation, a low temperature fusion (LTF) version of a
7 Gill-Was process and a KMH (i.e., Kalahari Mining Holdings) process.

8 44. RESPONDENTS primarily focused their efforts on the KMH process after the
9 failure of the Galleon process.

10 45. RESPONDENTS caused to be represented to offerees and investors that by using
11 the KMH process, AGRA could extract marketable quantities of not only platinum from the
12 cinders, but gold and silver as well.

13 46. At all times relevant, AGRA agents issued thousands of investment solicitations,
14 often contained in so-called "Investor Updates," to offerees and investors. These almost monthly
15 Investor Updates contained misleading representations that AGRA extracted, or was on the verge
16 of extracting marketable quantities of precious metals, on a cost effective basis, from the volcanic
17 cinders using various technologies.

18 47. To date, AGRA could not extract marketable quantities of any precious metals from
19 the Sheep Hill volcanic cinders on a cost effective basis.

20 48. To date, RESPONDENTS have not processed any of the volcanic cinders purchased
21 by any of the Unit investors or charged the Unit investors any money for processing their volcanic
22 cinders.

23 49. To date, AGRA has not extracted any marketable quantities of platinum or other
24 precious metals, such as gold and silver, from the Sheep Hill volcanic cinders using any precious
25 metal recovery technology or expertise.

26

52. To date, RESPONDENTS have not provided any actual precious metals, such as platinum, gold or silver, to AGRA investors that were extracted from the Sheep Hill volcanic cinders.

II.

1. The Commission has jurisdiction over this matter pursuant to Article XV of the Arizona Constitution and the Securities Act.

3. RESPONDENTS violated A.R.S. § 44-1841 by offering or selling securities that were neither registered nor exempt from registration.

5. From July 23, 2003 to June 15, 2006, RESPONDENTS violated A.R.S. § 44-1991 by: (a) employing a device, scheme or artifice to defraud; (b) making untrue statements or misleading omissions of material facts; and/or (c) engaging in transactions, practices or courses of business which operate or would operate as a fraud or deceit. RESPONDENTS' conduct during this time frame included the following:

- 1 A. Failing to disclose to offerees and investors that AGRA's primary source of cash receipts
2 or operating capital was Unit sale proceeds investor money, rather than the sale of any
3 precious metals extracted from the Sheep Hill volcanic cinders;
- 4 B. Failing to disclose to offerees and investors that AGRA's precious metal recovery
5 business has not generated a net profit from the sale of precious metals extracted from
6 the volcanic cinders;
- 7 C. Failing to disclose to offerees and investors that 25 % of each purchased Unit, or \$2,500,
8 was paid to AGRA agents as commissions;
- 9 D. Failing to adequately disclose to offerees and investors any risks associated with the
10 purchase of the AGRA Units, Bridge Loan and Platinum Rental Agreement investments
11 including the fact that: (a) no person or entity has ever produced marketable quantities of
12 precious metals from volcanic cinders using any processes or technology; and (b) that an
13 investor could lose all or a large portion of their AGRA investment;
- 14 E. Representing to offerees and investors that AGRA's Sheep Hill volcanic cinders contained
15 marketable quantities of platinum and other precious metals, such as gold and silver, that
16 can extracted on a cost effective basis;
- 17 F. Representing to offerees and investors that RESPONDENTS had extracted, or were on the
18 verge of being able to extract platinum and other precious metals, such as gold and silver,
19 from the volcanic cinders using their purported precious metal recovery technologies and
20 expertise; and
- 21 G. Representing to offerees and investors that they could make substantial profits by
22 purchasing the AGRA Unit, Bridge Loan Investment and Platinum Rental Agreement
23 securities.

24 6. RESPONDENTS' conduct is grounds for a cease and desist order pursuant to
25 A.R.S. § 44-2032.
26

III.

ORDER

IT IS ORDERED, pursuant to A.R.S. § 44-2032, that RESPONDENTS, and any of their agents, employees, successors and assigns, permanently cease and desist from violating the Securities Act. RESPONDENTS shall not sell any securities in or from Arizona without being registered in Arizona as dealers or salesmen, or exempt from such registration. RESPONDENTS and RESPONDENT SPOUSES shall not sell securities in or from Arizona unless the securities are registered in Arizona or exempt from registration.

IT IS FURTHER ORDERED, pursuant to A.R.S. §44-2032, that RESPONDENTS and RESPONDENT SPOUSES, shall, jointly and severally, pay restitution to the Commission in the amount of \$10,167,532.00. Any outstanding amount shall accrue interest at the rate of 10% per annum from the date of this Order until paid in full. Payments shall be made to the "State of Arizona." Payments will be placed in an interest-bearing account maintained and controlled by the Commission. The Commission shall disburse the funds on a pro-rata basis to investors shown on the records of the Commission. Any restitution funds that the Commission cannot disburse because an investor refuses to accept such payment shall be disbursed on a pro-rata basis to the

1 remaining investors shown on the records of the Commission. Any funds that the Commission
2 determines it is unable to or cannot feasibly disburse shall be transferred to the general fund of the
3 state of Arizona.

4 IT IS FURTHER ORDERED, pursuant to A.R.S. § 44-2036, AGRA shall pay an
5 administrative penalty in the amount of \$250,000. Any amount outstanding on this administrative
6 penalty amount shall accrue interest at the rate of 10% per annum from the date of this Order until
7 paid in full.

8 IT IS FURTHER ORDERED, pursuant to A.R.S. § 44-2036, PIERSON and SANDRA
9 LEE PIERSON shall, jointly and severally, pay administrative penalty in the amount of \$100,000.
10 Any amount outstanding on this administrative penalty amount shall accrue interest at the rate of
11 10% per annum from the date of this Order until paid in full.

12 IT IS FURTHER ORDERED, pursuant to A.R.S. § 44-2036, BAKER and PATRICIAL M.
13 BAKER shall, jointly and severally, pay administrative penalty in the amount of \$100,000. Any
14 amount outstanding on this administrative penalty amount shall accrue interest at the rate of 10%
15 per annum from the date of this Order until paid in full.

16 The payment obligations for these administrative penalties shall be subordinate to any
17 restitution obligations ordered herein and shall become immediately due and payable after
18 restitution payments have been paid in full or upon any one of the RESPONDENTS or
19 RESPONDENT SPOUSES' default with respect to their restitution obligations set forth herein.

20 For purposes of this Order, a bankruptcy filing by any one of the RESPONDENTS or
21 RESPONDENT SPOUSES in which they attempt to discharge their obligations under this Order
22 shall be an act of default. If any one of the RESPONDENTS or RESPONDENT SPOUSES does
23 not comply with any provision of this Order, any outstanding balance ordered herein may be
24 deemed in default and shall be immediately due and payable.

25 IT IS FURTHER ORDERED, that if any one of the RESPONDENTS or RESPONDENT
26 SPOUSES fails to comply with this order, the Commission may bring further legal proceedings

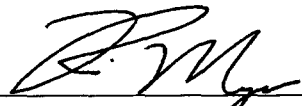
against such RESPONDENTS or RESPONDENT SPOUSES, including an application to the superior court for an order of contempt.

IT IS FURTHER ORDERED that this Order shall become effective immediately.

BY ORDER OF THE ARIZONA CORPORATION COMMISSION


CHAIRMAN


COMMISSIONER


COMMISSIONER


COMMISSIONER

IN WITNESS WHEREOF, I, DEAN S. MILLER, Interim Executive Director of the Arizona Corporation Commission, have hereunto set my hand and caused the official seal of the Commission to be affixed at the Capitol, in the City of Phoenix, this 16th day of October, 2007.


DEAN S. MILLER
Interim Executive Director

DISSENT

DISSENT

This document is available in alternative formats by contacting Linda Hogan, Executive Assistant to the Executive Director, voice phone number 602-542-3931, E-mail lhogan@azcc.gov. (JC)

CONSENT TO ENTRY OF ORDER

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3 1. AGRA TECHNOLOGIES, INC. (a/k/a ATI), a Nevada corporation ("AGRA")
4 admits the jurisdiction of the Arizona Corporation Commission (the, "Commission") over the
5 subject matter of this proceeding. AGRA acknowledges that it has been fully advised of their right
6 to a hearing to present evidence and call witnesses and AGRA knowingly and voluntarily waives
7 any and all rights to a hearing before the Commission and all other rights otherwise available
8 under Article 11 of the Securities Act and Title 14 of the Arizona Administrative Code. AGRA
9 acknowledges that this Order to Cease and Desist, Order of Restitution, Order for Administrative
10 Penalties, Order for Other Affirmative Relief and Consent to Same ("Order") constitutes a valid
11 final order of the Commission. AGRA acknowledges and agrees that the Order is incorporated
12 herein by reference.

13 2. AGRA knowingly and voluntarily waives any right under Article 12 of the
14 Securities Act to judicial review by any court by way of suit, appeal, or extraordinary relief
15 resulting from the entry of this Order.

16 3. AGRA acknowledges and agrees that this Order is entered into freely and
17 voluntarily and that no promise was made or coercion used to induce such entry.

18 4. AGRA acknowledges that at all times relevant it has been represented by an
19 attorney in this matter, namely Lonnie J. Williams, Jr. and Carrie M. Francis of the law firm of
20 Quarles & Brady LLP, it has reviewed this Order with its attorney, and understands all terms it
21 contains.

22 5. AGRA neither admits nor denies the Findings of Fact and Conclusions of Law
23 contained in this Order. AGRA agrees that it shall not contest the validity of the Findings of Fact
24 and Conclusions of Law contained in this Order in any present or future administrative proceeding
25 before the Commission or any other state agency concerning the denial or issuance of any license
26 or registration required by the State to engage in the practice of any business or profession.

1 6. By consenting to the entry of this Order, AGRA agrees not to take any action or to
2 make, or permit to be made, any public statement denying, directly or indirectly, any Finding of
3 Fact or Conclusion of Law in this Order or creating the impression that this Order is without
4 factual basis. Notwithstanding the foregoing, this Order is not intended to collaterally estop,
5 factually bind or preclude AGRA from defending itself in any administrative, civil or criminal
6 proceedings to which the Commission is not a party. AGRA will undertake steps necessary to
7 assure that all of its agents and employees understand and comply with this agreement.

8 7. While this Order settles this administrative matter between AGRA and the
9 Commission, AGRA understands that this Order does not preclude the Commission from
10 instituting other administrative or civil proceedings based on violations that are not addressed by
11 this Order.

12 8. AGRA understands that this Order does not preclude the Commission from
13 referring this matter to any governmental agency or entity for administrative, civil, or criminal
14 proceedings that may be related to the matters addressed by this Order.

15 9. AGRA understands that this Order does not preclude any other agency or officer of
16 the state of Arizona or its subdivisions from instituting administrative, civil, or criminal
17 proceedings that may be related to any matters addressed by this Order.

18 10. AGRA agrees that it will not apply to the state of Arizona for registration as a
19 securities dealer or salesman until such time it has complied with all terms and conditions of this
20 Order including, without limitation, the payment in full of all restitution and administration
21 penalties, and any applicable annual interest set forth in this Order.

22 11. AGRA agrees that it will not exercise any control over any entity that offers or sells
23 securities within or from Arizona until such time it has complied with all terms and conditions of
24 this Order including, without limitation, the payment in full of all restitution and administration
25 penalties, and any applicable annual interest set forth in this Order.

1 12. AGRA agrees that it will not sell any securities in or from Arizona without being
2 properly registered in Arizona as a dealer or salesman, or exempt from such registration; it will not
3 sell any securities in or from Arizona unless the securities are registered in Arizona or exempt

4 from registration; and it will not transact business in Arizona as an investment adviser or an
5 investment adviser representative unless properly licensed in Arizona or exempt from licensure.

6 13. AGRA agrees that it will continue to cooperate with the Securities Division
7 including, but not limited to, providing complete and accurate testimony at any hearing in this
8 matter and cooperating with the state of Arizona in any related investigation or any other matters
9 arising from the activities described in this Order.

10 14. AGRA consents to the entry of this Order and agrees to be fully bound by its terms
11 and conditions.

12 15. AGRA acknowledges and understands that if it fails to comply with the provisions
13 of the Order and this Consent, the Commission may bring further legal proceedings against it,
14 including, without limitation, application to the superior court for an order of contempt.

15 16. AGRA agrees that until all restitution and administrative penalties in this Order are
16 paid in full, AGRA shall notify the Director of the Securities Division within 30 days of any
17 change of address or any change in any of their ability to pay amounts due under this Order.

18 17. AGRA understands that default shall necessarily render it liable to the Commission
19 for its costs of collection and interest at the maximum legal rate.

20 18. AGRA agrees and understands that if it fails to make any payment as required in
21 this Order, any outstanding balance shall be in default and shall be immediately due and payable
22 without notice or demand. AGRA agrees and understands that acceptance of any partial or late
23 payment by the Commission is not a waiver of default by the Commission.

24 ...

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1
2 Agreed: AGRA TECHNOLOGIES, INC., a Nevada
3 corporation

4 By: William Jay Pierson
5 William Jay Pierson (a/k/a Bill Pierson)
6 Its: President

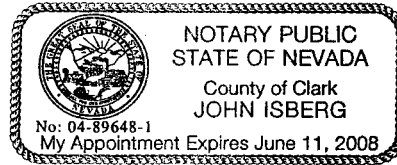
7 STATE OF ~~ARIZONA~~)
8 NEVADA) ss
9 County of ~~Maricopa~~)
10 CLARK

11 SUBSCRIBED AND SWORN TO BEFORE me this 25th day of September, 2007.

12 John Isberg
13 NOTARY PUBLIC

14 My Commission Expires:

6-11-08



CONSENT TO ENTRY OF ORDER

1. WILLIAM JAY PIERSON (a/k/a BILL PIERSON) ("RESPONDENT") and SANDRA LEE PIERSON (a/k/a SANDY PIERSON) ("RESPONDENT SPOUSE"), husband and wife, admit the jurisdiction of the Arizona Corporation Commission (the, "Commission") over the subject matter of this proceeding. RESPONDENT and RESPONDENT SPOUSE acknowledge that they have been fully advised of their right to a hearing to present evidence and call witnesses and the RESPONDENT and RESPONDENT SPOUSE knowingly and voluntarily waive any and all rights to a hearing before the Commission and all other rights otherwise available under Article 11 of the Securities Act and Title 14 of the Arizona Administrative Code. RESPONDENT and RESPONDENT SPOUSE acknowledge that this Order to Cease and Desist, Order of Restitution, Order for Administrative Penalties, Order for Other Affirmative Relief and Consent to Same ("Order") constitutes a valid final order of the Commission. RESPONDENT and RESPONDENT SPOUSE acknowledge and agree that the Order is incorporated herein by reference.

2. RESPONDENT and RESPONDENT SPOUSE knowingly and voluntarily waive any right under Article 12 of the Securities Act to judicial review by any court by way of suit, appeal, or extraordinary relief resulting from the entry of this Order.

3. RESPONDENT and RESPONDENT SPOUSE acknowledge and agree that this Order is entered into freely and voluntarily and that no promise was made or coercion used to induce such entry.

4. RESPONDENT and RESPONDENT SPOUSE acknowledge that at all times relevant they have been represented by an attorney in this matter, namely Lonnie J. Williams, Jr. and Carrie M. Francis of the law firm of Quarles & Brady LLP, they have reviewed this Order with their attorney, and understand all terms it contains.

5. RESPONDENT and RESPONDENT SPOUSE neither admit nor deny the Findings of Fact and Conclusions of Law contained in this Order. RESPONDENT and RESPONDENT

1 SPOUSE agree that they shall not contest the validity of the Findings of Fact and Conclusions of
2 Law contained in this Order in any present or future administrative proceeding before the
3 Commission or any other state agency concerning the denial or issuance of any license or
4 registration required by the State to engage in the practice of any business or profession.

5 6. By consenting to the entry of this Order, the RESPONDENT and RESPONDENT
6 SPOUSE agree not to take any action or to make, or permit to be made, any public statement
7 denying, directly or indirectly, any Finding of Fact or Conclusion of Law in this Order or creating
8 the impression that this Order is without factual basis. Notwithstanding the foregoing, this Order
9 is not intended to collaterally estop, factually bind or preclude the RESPONDENT and
10 RESPONDENT SPOUSE from defending themselves in any administrative, civil or criminal
11 proceedings to which the Commission is not a party. RESPONDENT and RESPONDENT
12 SPOUSE will undertake steps necessary to assure that all of their agents and employees understand
13 and comply with this agreement.

14 7. While this Order settles this administrative matter between the RESPONDENT and
15 RESPONDENT SPOUSE and the Commission, the RESPONDENT and RESPONDENT
16 SPOUSE understand that this Order does not preclude the Commission from instituting other
17 administrative or civil proceedings based on violations that are not addressed by this Order.

18 8. RESPONDENT and RESPONDENT SPOUSE understand that this Order does not
19 preclude the Commission from referring this matter to any governmental agency or entity for
20 administrative, civil, or criminal proceedings that may be related to the matters addressed by this
21 Order.

22 9. RESPONDENT and RESPONDENT SPOUSE understand that this Order does not
23 preclude any other agency or officer of the state of Arizona or its subdivisions from instituting
24 administrative, civil, or criminal proceedings that may be related to any matters addressed by this
25 Order.

1 10. RESPONDENT and RESPONDENT SPOUSE agree that they will not apply to the
2 state of Arizona for registration as a securities dealer or salesman until such time each of them
3 have complied with all terms and conditions of this Order including, without limitation, the
4 payment in full of all restitution and administration penalties, and any applicable annual interest set
5 forth in this Order.

6 11. RESPONDENT and RESPONDENT SPOUSE agree that they will not exercise any
7 control over any entity that offers or sells securities within or from Arizona until such time each of
8 them have complied with all terms and conditions of this Order including, without limitation, the
9 payment in full of all restitution and administration penalties, and any applicable annual interest set
10 forth in this Order.

11 12. RESPONDENT and RESPONDENT SPOUSE agree that they will not sell any
12 securities in or from Arizona without being properly registered in Arizona as a dealer or salesman,
13 or exempt from such registration; they will not sell any securities in or from Arizona unless the
14 securities are registered in Arizona or exempt from registration; and they will not transact business
15 in Arizona as an investment adviser or an investment adviser representative unless properly
16 licensed in Arizona or exempt from licensure.

17 13. RESPONDENT and RESPONDENT SPOUSE agree that they will continue to
18 cooperate with the Securities Division including, but not limited to, providing complete and
19 accurate testimony at any hearing in this matter and cooperating with the state of Arizona in any
20 related investigation or any other matters arising from the activities described in this Order.

21 14. RESPONDENT and RESPONDENT SPOUSE acknowledge and agree that any
22 restitution or administrative penalties imposed by this Order are obligations of each of them
23 individually as well as their respective marital community.

24 15. RESPONDENT and RESPONDENT SPOUSE consent to the entry of this Order
25 and agree to be fully bound by its terms and conditions.
26

1 16. RESPONDENT and RESPONDENT SPOUSE acknowledge and understand that if
2 they fail to comply with the provisions of the Order and this Consent, the Commission may bring
3 further legal proceedings against them, including, without limitation, application to the superior
4 court for an order of contempt.

5 17. RESPONDENT and RESPONDENT SPOUSE agree that until all restitution and
6 administrative penalties in this Order are paid in full, the RESPONDENT and RESPONDENT
7 SPOUSE shall notify the Director of the Securities Division within 30 days of any change in home
8 address or any change in any of their ability to pay amounts due under this Order.

9 18. RESPONDENT and RESPONDENT SPOUSE understand that default shall
10 necessarily render them liable to the Commission for its costs of collection and interest at the
11 maximum legal rate.

12 19. RESPONDENT and RESPONDENT SPOUSE agree and understand that if they
13 fail to make any payment as required in this Order, any outstanding balance shall be in default and
14 shall be immediately due and payable without notice or demand. RESPONDENT and
15 RESPONDENT SPOUSE agree and understand that acceptance of any partial or late payment by
16 the Commission is not a waiver of default by the Commission.

17 20. WILLIAM JAY PIERSON (a/k/a BILL PIERSON) represents that he is the
18 president of AGRA TECHNOLOGIES, INC. (a/k/a ATI), a Nevada corporation, ("AGRA") and
19 has been authorized by AGRA to enter into this Order for and on behalf of it.

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2 Agreed: William J. Pierson
3 William Jay Pierson (a/k/a Bill Pierson)

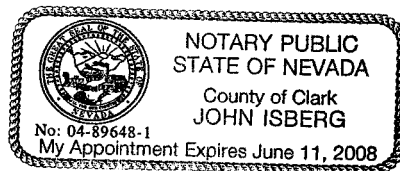
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5 Agreed: Sandra L Pierson
6 Sandra Lee Pierson (a/k/a Sandy Pierson)
7 spouse of William Jay Pierson

8
9 STATE OF ~~ARIZONA~~)
NEVADA) ss
10 County of ~~Maricopa~~)
CLARK

11 SUBSCRIBED AND SWORN TO BEFORE me this 25th day of September, 2007.

12
13 John Isberg
14 NOTARY PUBLIC

15 My Commission Expires:
16 6-11-08



CONSENT TO ENTRY OF ORDER

1. WILLIAM H. BAKER, JR. (a/k/a BILL BAKER) ("RESPONDENT) and PATRICIA M. BAKER ("RESPONDENT SPOUSE"), husband and wife admit the jurisdiction of the Arizona Corporation Commission (the, "Commission") over the subject matter of this proceeding. RESPONDENT and RESPONDENT SPOUSE acknowledge that they have been fully advised of their right to a hearing to present evidence and call witnesses and the RESPONDENT and RESPONDENT SPOUSE knowingly and voluntarily waive any and all rights to a hearing before the Commission and all other rights otherwise available under Article 11 of the Securities Act and Title 14 of the Arizona Administrative Code. RESPONDENT and RESPONDENT SPOUSE acknowledge that this Order to Cease and Desist, Order of Restitution, Order for Administrative Penalties, Order for Other Affirmative Relief and Consent to Same ("Order") constitutes a valid final order of the Commission. RESPONDENT and RESPONDENT SPOUSE acknowledge and agree that the Order is incorporated herein by reference.

2. RESPONDENT and RESPONDENT SPOUSE knowingly and voluntarily waive any right under Article 12 of the Securities Act to judicial review by any court by way of suit, appeal, or extraordinary relief resulting from the entry of this Order.

3. RESPONDENT and RESPONDENT SPOUSE acknowledge and agree that this Order is entered into freely and voluntarily and that no promise was made or coercion used to induce such entry.

4. RESPONDENT and RESPONDENT SPOUSE acknowledge that at all times relevant they have been represented by an attorney in this matter, namely Lonnie J. Williams, Jr. and Carrie M. Francis of the law firm of Quarles & Brady LLP, they have reviewed this Order with their attorney, and understand all terms it contains.

5. RESPONDENT and RESPONDENT SPOUSE neither admit nor deny the Findings of Fact and Conclusions of Law contained in this Order. RESPONDENT and RESPONDENT

1 SPOUSE agree that they shall not contest the validity of the Findings of Fact and Conclusions of
2 Law contained in this Order in any present or future administrative proceeding before the
3 Commission or any other state agency concerning the denial or issuance of any license or
4 registration required by the State to engage in the practice of any business or profession.

5 6. By consenting to the entry of this Order, the RESPONDENT and RESPONDENT
6 SPOUSE agree not to take any action or to make, or permit to be made, any public statement
7 denying, directly or indirectly, any Finding of Fact or Conclusion of Law in this Order or creating
8 the impression that this Order is without factual basis. Notwithstanding the foregoing, this Order
9 is not intended to collaterally estop, factually bind or preclude the RESPONDENT and
10 RESPONDENT SPOUSE from defending themselves in any administrative, civil or criminal
11 proceedings to which the Commission is not a party. RESPONDENT and RESPONDENT
12 SPOUSE will undertake steps necessary to assure that all of their agents and employees understand
13 and comply with this agreement.

14 7. While this Order settles this administrative matter between the RESPONDENT and
15 RESPONDENT SPOUSE and the Commission, the RESPONDENT and RESPONDENT
16 SPOUSE understand that this Order does not preclude the Commission from instituting other
17 administrative or civil proceedings based on violations that are not addressed by this Order.

18 8. RESPONDENT and RESPONDENT SPOUSE understand that this Order does not
19 preclude the Commission from referring this matter to any governmental agency or entity for
20 administrative, civil, or criminal proceedings that may be related to the matters addressed by this
21 Order.

22 9. RESPONDENT and RESPONDENT SPOUSE understand that this Order does not
23 preclude any other agency or officer of the state of Arizona or its subdivisions from instituting
24 administrative, civil, or criminal proceedings that may be related to any matters addressed by this
25 Order.

26

1 10. RESPONDENT and RESPONDENT SPOUSE agree that they will not apply to the
2 state of Arizona for registration as a securities dealer or salesman until such time each of them
3 have complied with all terms and conditions of this Order including, without limitation, the
4 payment in full of all restitution and administration penalties, and any applicable annual interest set
5 forth in this Order.

6 11. RESPONDENT and RESPONDENT SPOUSE agree that they will not exercise any
7 control over any entity that offers or sells securities within or from Arizona until such time each of
8 them have complied with all terms and conditions of this Order including, without limitation, the
9 payment in full of all restitution and administration penalties, and any applicable annual interest set
10 forth in this Order.

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12 securities in or from Arizona without being properly registered in Arizona as a dealer or salesman,
13 or exempt from such registration; they will not sell any securities in or from Arizona unless the
14 securities are registered in Arizona or exempt from registration; and they will not transact business
15 in Arizona as an investment adviser or an investment adviser representative unless properly
16 licensed in Arizona or exempt from licensure.

17 13. RESPONDENT and RESPONDENT SPOUSE agree that they will continue to
18 cooperate with the Securities Division including, but not limited to, providing complete and
19 accurate testimony at any hearing in this matter and cooperating with the state of Arizona in any
20 related investigation or any other matters arising from the activities described in this Order.

21 14. RESPONDENT and RESPONDNT SPOUSE acknowledge and agree that any
22 restitution or administrative penalties imposed by this Order are obligations of each of them
23 individually as well as their respective marital community.

24 15. RESPONDENT and RESPONDENT SPOUSE consent to the entry of this Order
25 and agree to be fully bound by its terms and conditions.
26

1 16. RESPONDENT and RESPONDENT SPOUSE acknowledge and understand that if
2 they fail to comply with the provisions of the Order and this Consent, the Commission may bring
3 further legal proceedings against them, including, without limitation, application to the superior
4 court for an order of contempt.

5 17. RESPONDENT and RESPONDENT SPOUSE agree that until all restitution and
6 administrative penalties in this Order are paid in full, the RESPONDENT and RESPONDENT
7 SPOUSE and/or each of them shall notify the Director of the Securities Division within 30 days of
8 any change in home address or any change in any of their ability to pay amounts due under this
9 Order.

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11 necessarily render them liable to the Commission for its costs of collection and interest at the
12 maximum legal rate.

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15 shall be immediately due and payable without notice or demand. RESPONDENT and
16 RESPONDENT SPOUSE agree and understand that acceptance of any partial or late payment by
17 the Commission is not a waiver of default by the Commission.

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1 Agreed: [Signature]
2 William H. Baker, Jr. (a/k/a Bill Baker)

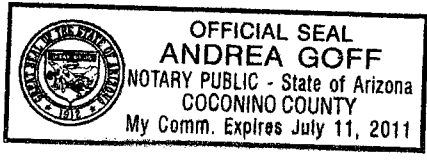
3
4 Agreed: [Signature]
5 Patricia M. Baker
6 spouse of William H. Baker, Jr.

7
8 STATE OF ARIZONA)
9) ss
10 County of Maricopa)

11 SUBSCRIBED AND SWORN TO BEFORE me this 10th day of October, 2007.

12 [Signature]
13 NOTARY PUBLIC

14 My Commission Expires:
15 7-11-11



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